UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

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JOSE GIRON GUZMAN and HUMBERTO VASQUEZ,

23 Civ. 10382 (GS)

Plaintiffs,

ORDER APPROVING SETTLEMENT

- against -

RAFFANA LLC, doing business as DA RAFFAELE RESTAURANT, located at 883 First Avenue, New York, NY 10022, and RAFFAELE ESPOSITO, individually,

Defendants.

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GARY STEIN, United States Magistrate Judge:

The Court is in receipt of the parties' fully executed settlement agreement (the "Settlement Agreement") and counsel's letter seeking approval thereof pursuant to *Cheeks v. Freeport Pancake House Inc.*, 796 F.3d 199 (2d Cir. 2015). (See Dkt. No. 26). After carefully reviewing counsel's letter and the provisions of the Settlement Agreement, I find that the Settlement Agreement warrants approval under *Cheeks*.

First, the economic terms of the Settlement Agreement, including the settlement amounts for each Plaintiff, the payment schedule, and Plaintiffs' remedies in the event of breach, are fair and reasonable. (See Dkt. No. 26 Ex. A ¶¶ 1, 8). I reach this conclusion for the reasons set forth in counsel's letter (see Dkt. No. 26 at 1-2) and based on my own assessment of the totality of the circumstances and consideration of the factors set forth in Wolinsky v. Scholastic Inc., 900 F. Supp. 2d 332, 335-36 (S.D.N.Y. 2012). The Court's review of the relevant allegations in

the Complaint (Dkt. No. 1 ¶¶ 21-39), coupled with Plaintiffs' counsel's representation in counsel's letter (Dkt. No. 26 at 2), indicates that the amount each Plaintiff will receive under the settlement exceeds his total claim for unpaid wages and includes some portion of his claims for liquidated and statutory damages. *See*, *e.g.*, *Villalva-Estrada v. SXB Restaurant Corp.*, No. 14 Civ. 10011 (AJN), 2016 WL 1275663, at *3 (S.D.N.Y. Mar. 30, 2016) (approving as fair and reasonable settlement under which plaintiff received 100% of his unpaid wages plus a smaller percentage of possible statutory and liquidated damages).

Second, I also find the non-economic terms of the Settlement Agreement to be fair and reasonable. (See Dkt. No. 26 Ex. A ¶¶ 7, 8). Although the release of claims in Paragraph 2 is non-mutual (see id. ¶ 2), a non-mutual release has been approved where, as here, the scope of the release given by Plaintiffs is limited to the wage-and-hour claims that are the subject of Plaintiffs' lawsuit. See, e.g., Flores Galloso v. 3821 Food Corp., No. 20 Civ. 1940 (RA), 2021 WL 860343, at *2 (S.D.N.Y. Mar. 8, 2021). Notably, the Settlement Agreement contains no confidentiality or non-disparagement clause.

Third, the amounts payable to Plaintiffs' counsel for attorney's fees and costs are fair and reasonable. Plaintiffs' counsel will receive a contingency fee representing one-third of the total settlement amount (minus costs). (Dkt. No. 26 at 3). See Vargas v. Pier 59 Studios L.P., No. 18 Civ. 10357 (VSB), 2021 WL 6066088, at *2 (S.D.N.Y. Nov. 4, 2021) ("courts regularly approve attorney's fees of one-third

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of the settlement amount in FLSA cases"). The attorney's fee award is less than

40% of counsel's lodestar for their work on this case. (Dkt. No. 26 Ex. B).

Finally, the Settlement Agreement, which contemplates that Defendants will

pay the settlement amount in six monthly installments, provides for this Court to

retain jurisdiction to enforce the Settlement Agreement. (Dkt. No. 26 Ex. A ¶¶ 1,

4). The parties have submitted a proposed Stipulation of Dismissal with Prejudice

that expressly provides that this Court "shall retain jurisdiction to enforce the

parties' settlement agreement." (Dkt. No. 26 Ex. C). This language constitutes a

valid retention of jurisdiction, see Cardoso v. Paramount Foods Inc., No. 15 Civ.

7674 (SDA), 2020 WL 8880943, at *2 (S.D.N.Y. Apr. 30, 2020), and the Court finds

it appropriate to retain jurisdiction in this case.

Accordingly, the Settlement Agreement is hereby APPROVED. The Clerk of

Court is respectfully directed to close this case.

SO ORDERED.

DATED:

New York, New York

April 26, 2024

GARY STĚIN

United States Magistrate Judge

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